## DCMC-OC

# MEMORANDUM FOR DIRECTOR, SYSTEMS ACQUISITION, OUSD(A&T)

SUBJECT: Defense Contract Management Command (DCMC) Earned Value Management Systems (EVMS) Activities Quarterly Status

Forwarded for your review, please find the quarterly status report for Defense Contract Management Command EVMS activities. This report is intended to keep you apprised of DCMC's EVMS activities occurring within the past quarter, ending June 30, 1999.

Should you have any questions or concerns regarding information contained in the attached report, please contact Mr. Richard Zell, (703) 767-3469.

TOMOTHY P. MALISHENKO Major General, USAF Commander

## Attachment

cc:

Mr. Kallock, DUSD(L) Mr. Soloway, DUSD(AR) Mrs. Spector, DDP

Mr. Christle, OUSD(A&T) API

# DCMC Earned Value Management Systems (EVMS) Quarterly Report Period Ending, June 30, 1999

## **DoD Executive Agent**

DCMC performed EVMS reviews of the Space-Based Infrared Radar System (SBIRS) Low, the Modified Miniature Receive Terminal (MMRT), and the International Space Station Programs. These reviews were conducted at the request of the major acquisition buying commands to ensure that the respective Program Managers were receiving complete, accurate, and timely earned value information. The findings of the reviews have been coordinated with Government Program Offices involved and we are continuing to monitor the necessary corrective actions by the contractors through involvement by surveillance and EV Center personnel.

The USMC Depot Maintenance Headquarters has requested support in the validation process of their depots at Albany and Barstow. A strategy meeting in was held in Albany, GA on the acceptance process and the preparation for incremental criteria reviews. The Depot is eager to gain an EVMS validation so that they can remain competitive in DoD in response to recent privatization initiatives.

Representatives from DCMC participated in College of Performance Measurement (CPM) spring conference held in St Paul MN. A wide variety of presentations were heard including DCMC's EVMS application and policy which emphasized new initiatives including; Competencies, Maturity Model, Partnering with Industry, In-house Government Activities, and International Coordination.

## **Earned Value Management Center**

Lt. Col Jim Rego, Director of the EVMS Center retired. The position was converted to a civilian position, GS-15 and is being advertised through the JOA process. Mr. Tom Bryant is the acting director until the position is filled.

The Center is compiling a list of contractors having an Accepted Earned Value Management System, either through DoD, DCMC, the Services or other Government Agencies (i.e. NASA, DOE). The EVMS Accepted Contractors List also includes the CAO responsible for the surveillance of the contractor's EVMS activity and added information on Advance Agreements as well. The list will be used to provide DCMC customers with insight into the current status of a given contractor's EVMS.

The EVMS Center supported acquisition Reform Day for the US ARMY Simulation, Training and Instruction Command. Two presentations on "The Role of the EVM Center in Supporting Field Organizations" were very favorably received by all that attended.

# **Program Management Advisory Council (PMAC)**

PMAC meetings were held at Fort Belvoir with representatives from the Services and Federal Agencies in attendance. A number of topics were discussed including DoD Executive Agent, the EVMS Maturity Model, EVM portions of the One Book, Program Support Team involvement, wInsight deployment, and Partnering with Industry.

The EVM Implementation Guide is being revised by the PMAC. Plans to consolidate and reconcile all comments are currently being executed. The Guide is being revised to reflect current government process in response to the Industry practices as elaborated by EIA 748, Earned Value Management.

#### **DCMC EVMS Process Actions**

A meeting was held at the Lockheed Martin Corporate Headquarters facility in Bathesda, MD. In attendance at the meeting were representatives from the EVM Center, DCMC Headquarters, and Lockheed Martin managers responsible for corporate EVM. The purpose of the meeting was to discuss Lockheed Martin's efforts in setting up EVM system health metrics. The meeting was productive and much was accomplished with a follow-up meeting scheduled for August to continue the process.

The EVMS Maturity Model (MM) development is progressing having undergone a pilot test at four CAOs. The four sites were DCMC Boeing St Louis, DCMC San Diego, DCMC LM Orlando and DCMC Indianapolis. The test revealed the need for some changes to make it easier to use and implement. The purpose of the model is to identify gaps in EVMS activities at a given CAO and provide a roadmap for improvement. The goal is to reduce variation throughout DCMC to a minimum.

A draft NASA MOU for EVM Delegation as a result of the meeting at NASA Marshall Space Center in Huntsville, AL is being coordinated. The new NASA FAR EVMS requirements coupled with DCMC Policy was used to develop a listing of DCMC EVMS surveillance activities. With the advent of the new NASA FAR Clause (similar to that of DoDs'), DCMC will now be responsible for the EVMS Surveillance on all NASA contracts with EVMS requirements.

#### **DCMC International EVMS Actions**

Planning activity has been started regarding coordination of EVMS interests in the Far East. DCMC is working with representatives from the Navy to assist with EVMS implementation in Aircraft Depot Maintenance Centers. With implementation successes like Jacksonville's F-14 Depot, the Navy is eager to expand best practices to other locations.

The Australian EVMS exchange officer, Ms. Kirsty Mclean, completed her tour at the EVMS Center and proceeded with her move to Washington DC. Her new assignment will be working with OUSD (A&T) SA assisting with EVMS analysis on ACAT I program DAES reports.

## **EXECUTIVE SUMMARY**

#### MEMORANDUM FOR DCMC

FROM: DCMC-OC

Prepared by: Michael Carter/DCMC-OC/

767-2446/June 29, 1999

**SUBJECT:** EVMS Quarterly Report

**PURPOSE**: To obtain DCMC signature of on cover letter to the attached

**EVMS Quarterly Report** 

## **DISCUSSION**:

• Each quarter, as the DoD Executive Agent for EVMS, DCMC creates a report summarizing the Commands activities for the preceding quarter.

• The attached report satisfies that requirement for the quarter ending June 30, 1999.

• The cover letter to the report requires DCMC signature.

**RECOMMENDATION**: Gen Malishenko sign the document at TAB A.

COORDINATION: DCMC-OC

**Approved** for Submission to the Commander: JILL E. PETTIBONE, Executive Director, Contract Management Operations

Attachments

EVMS Quarterly Report and cover letter